

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

May 15, 2012

Amy Jackson Tony Jackson Bullhead Sand 125 North State Road 24 Bicknell, Utah 84715

Dear Mr. and Ms. Jackson,

On May 2, 2012, the Division of Oil, Gas and Mining inspected your operation near Torrey, Utah. The investigation was in response to a citizen's concern that mining activities were being conducted before you had filed a Notice of Intention to Commence Small Mining Operations (mine permit) with the State of Utah.

Based on the size of material being mined and the nature of the matrix, the Division determined that your operation is exempt from State regulation. The exemption is stated in R647-1-106. The reasons for the exemption are:

- The deposit is alluvial.
- The deposit consists mostly of sand and gravel.
- The rock aggregate consists of less than fifty percent of the deposit.

Operations that are conduction in bedrock or non alluvial deposits could be subject to State regulations. If you have any further questions please contact Wayne Western at 801-538-5263.

Sincerely,

Paul B. Baker

Minerals Program Manager.



